

NEWAYGO FIRE DISTRICT COMMAND BOARD
FINANCIAL STATEMENTS AND INDEPENDENT AUDITOR'S REPORT
JUNE 30, 2004

Auditing Procedures Report

Issued under P.A. 2 of 1968, as amended.

Local Government Type <input type="checkbox"/> City <input type="checkbox"/> Township <input type="checkbox"/> Village <input checked="" type="checkbox"/> Other		Local Government Name NEWAYGO FIRE DISTRICT COMMAND BOARD	County NEWAYGO
Audit Date 6/30/04	Opinion Date 12/23/04	Date Accountant Report Submitted to State: 1/20/05	

We have audited the financial statements of this local unit of government and rendered an opinion on financial statements prepared in accordance with the Statements of the Governmental Accounting Standards Board (GASB) and the *Uniform Reporting Format for Financial Statements for Counties and Local Units of Government in Michigan* by the Michigan Department of Treasury.

We affirm that:

1. We have complied with the *Bulletin for the Audits of Local Units of Government in Michigan* as revised.
2. We are certified public accountants registered to practice in Michigan.

We further affirm the following. "Yes" responses have been disclosed in the financial statements, including the notes, or in the report of comments and recommendations

You must check the applicable box for each item below.

- ☐ Yes ☒ No 1. Certain component units/funds/agencies of the local unit are excluded from the financial statements.
- ☐ Yes ☒ No 2. There are accumulated deficits in one or more of this unit's unreserved fund balances/retained earnings (P.A. 275 of 1980).
- ☒ Yes ☐ No 3. There are instances of non-compliance with the Uniform Accounting and Budgeting Act (P.A. 2 of 1968, as amended).
- ☐ Yes ☒ No 4. The local unit has violated the conditions of either an order issued under the Municipal Finance Act or its requirements, or an order issued under the Emergency Municipal Loan Act.
- ☐ Yes ☒ No 5. The local unit holds deposits/investments which do not comply with statutory requirements. (P.A. 20 of 1943, as amended [MCL 129.91], or P.A. 55 of 1982, as amended [MCL 38.1132]).
- ☐ Yes ☒ No 6. The local unit has been delinquent in distributing tax revenues that were collected for another taxing unit.
- ☐ Yes ☒ No 7. The local unit has violated the Constitutional requirement (Article 9, Section 24) to fund current year earned pension benefits (normal costs) in the current year. If the plan is more than 100% funded and the overfunding credits are more than the normal cost requirement, no contributions are due (paid during the year).
- ☐ Yes ☒ No 8. The local unit uses credit cards and has not adopted an applicable policy as required by P.A. 266 of 1995 (MCL 129.241).
- ☐ Yes ☒ No 9. The local unit has not adopted an investment policy as required by P.A. 196 of 1997 (MCL 129.95).

We have enclosed the following:

	Enclosed	To Be Forwarded	Not Required
The letter of comments and recommendations.			<input checked="" type="checkbox"/>
Reports on individual federal financial assistance programs (program audits).			<input checked="" type="checkbox"/>
Single Audit Reports (ASLGU).			<input checked="" type="checkbox"/>

Certified Public Accountant (Firm Name) RICHARD B. PARKER, CPA, PC			
Street Address 2264 EAST MEINERT		City HOLTON	State MI
Accountant Signature <i>Richard B. Parker</i>		ZIP 49425	Date 1/20/05

NEWAYGO FIRE DISTRICT COMMAND BOARD
Table of Contents

	<u>Page</u>
INDEPENDENT AUDITOR'S REPORT	1-2
GOVERNMENTAL FUNDS BALANCE SHEET/STATEMENT OF NET ASSETS	3
STATEMENT OF GOVERNMENTAL FUND EXPENDITURES AND CHANGES IN FUND BALANCE/STATEMENT OF ACTIVITIES	4
NOTES TO BASIC FINANCIAL STATEMENTS	5-11
REQUIRED SUPPLEMENTARY INFORMATION	
Budgetary Comparison Schedule - General Fund	12
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION	13

RICHARD B. PARKER, CPA, PC
CERTIFIED PUBLIC ACCOUNTANT
2264 EAST MEINERT
HOLTON, MICHIGAN 49425
(616) 893-3178

Newaygo Fire District Command Board
Newaygo, Michigan

INDEPENDENT AUDITOR'S REPORT

I have audited the accompanying financial statements of the governmental activities of the Newaygo Fire District Command Board (a special purpose government engaged only in governmental activities) as of and for the year ended June 30, 2004, which comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities of the Newaygo Fire District Command Board as of June 30, 2004 and for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 6 the District adopted the provisions of the Governmental Accounting Standards Board (GASB) Statement No. 33, "Accounting and Financial reporting for Nonexchange Transactions," as amended by GASB Statement No. 36, "Recipient Reporting for Certain Shared Nonexchange Revenues," GASB Statement No. 34, "Basis Financial Statements and Management's Discussion and Analysis for State and Local Governments," as amended by GASB Statement No. 37, "Basic Financial Statements and Management's Discussion and Analysis," GASB Statement No. 38, "Certain Financial Statement Note Disclosures," and Interpretation No. 6, "Recognition and Measurement of Certain Liabilities and Expenditures," as of July 1, 2003.

The budgetary comparison information on page 12 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. I have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, I did not audit the information and express no opinion on it.

The Newaygo Fire District Command Board has not presented the management's discussion and analysis that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of, the basic financial statements.

Richard B. Parker

Certified Public Accountant

Holton, Michigan
December 23, 2004

NEWAYGO FIRE DISTRICT COMMAND BOARD
GOVERNMENTAL FUNDS BALANCE SHEET/STATEMENT OF NET ASSETS
June 30, 2004

	General Fund - Modified Accrual Basis	Adjustments	Statement of Net Assets
ASSETS			
Cash and cash equivalents	\$167,425	\$	\$167,425
Restricted cash	46,930		46,930
Accounts receivable - fire protection assessments	2,250		2,250
Land		19,307	19,307
Other capital assets, net of accumulated depreciation	<u> </u>	<u>567,909</u>	<u>567,909</u>
Total assets	<u>216,605</u>	<u>587,216</u>	<u>803,821</u>
LIABILITIES			
Accounts payable	<u>5,000</u>	<u> </u>	<u>5,000</u>
Total liabilities	<u>5,000</u>	<u> </u>	<u>5,000</u>
FUND BALANCE/NET ASSETS			
Fund balances:			
Received for property and equipment replacement	46,930	(46,930)	-
Unreserved	<u>164,675</u>	<u>(164,675)</u>	<u>-</u>
Total fund balances	<u>211,605</u>	<u>(211,605)</u>	<u>-</u>
Total liabilities and fund balance	<u>\$216,605</u>		
NET ASSETS			
Invested in capital assets		587,216	587,216
Unrestricted		<u>211,605</u>	<u>211,605</u>
TOTAL NET ASSETS		<u>\$798,821</u>	<u>\$798,821</u>

The accompanying notes are an integral part of this statement.

NEWAYGO FIRE DISTRICT COMMAND BOARD
STATEMENT OF GOVERNMENTAL FUND REVENUE, EXPENDITURES,
AND CHANGES IN FUND BALANCE/STATEMENT OF ACTIVITIES
Year Ended June 30, 2004

	General Fund - Modified Accrual Basis	Adjustments	Statement of Activities
Revenue:			
Fire protection assessments	\$144,994	\$	\$144,994
Investment income	3,729		3,729
Federal grant	54,702		54,702
Other	505		505
TOTAL REVENUES	<u>203,930</u>		<u>203,930</u>
Expenditures:			
Salaries and wages	41,103		41,103
Payroll taxes	2,968		2,968
Operating supplies	139		139
Gasoline	2,578		2,578
Repairs and maintenance	8,635		8,635
Office supplies	506		506
Insurance and bonds	14,459		14,459
Professional services	4,298		4,298
Occupancy expense	7,038		7,038
Travel and education	300		300
Other	2,817		2,817
Supplies	76,703		76,703
Depreciation	-	39,778	39,778
TOTAL EXPENDITURES	<u>161,544</u>	<u>39,778</u>	<u>201,322</u>
Excess of revenues over expenditures	42,386	(39,778)	2,608
Fund balance - July 1, 2003	<u>169,219</u>	<u>626,994</u>	<u>796,213</u>
Fund balance - June 30, 2004	<u>\$211,605</u>	<u>\$587,216</u>	<u>\$798,821</u>

The accompanying notes are an integral part of this statement.

NEWAYGO FIRE DISTRICT COMMAND BOARD
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2004

Page 1

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

A. Reporting Entity

The Newaygo Fire District Command Board (District) is governed by a seven member board and was incorporated under the provisions of MCLA #41.811 in Michigan for the purpose of providing fire protection and rescue services for three participating municipalities. There are no component units, entities for which the District is considered to be financially accountable.

The Accounting policies of the District conform to U.S. generally accepted accounting principles as applicable to a governmental fund type of a governmental unit.

B. Government-wide and fund financial statements

The government-wide financial statements report information on all of the nonfiduciary activities of the district.

C. Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within sixty days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

Fire protection assessments, and grants associated with the current fiscal period are all considered being susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered measurable and available only when the District receives cash.

Fund Accounting

The District uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The District only uses governmental funds.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED):

Governmental Funds

Governmental funds are those through which most governmental functions typically are financed. Governmental funds reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance.

The District reports the following major governmental fund:

General Fund - The General Fund is used to account for all financial resources of the District. The general fund balance is available to the District for any purpose provided it is expended or transferred according to the general laws of Michigan and the bylaws of the District.

Revenues - Exchange and Non-Exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means expected to be received within sixty days of fiscal year-end. Under the modified accrual basis, only interest is considered to be both measurable and available at fiscal year-end.

Nonexchange transactions in which the District receives value without directly giving value in return, includes fire protection assessments and grants. On an accrual basis, revenue from grants is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, or in which the District must provide local resources to be used for a specific purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must be available before it can be recognized.

Expenses/Expenditures

On an accrual basis of accounting, expenses are recognized at the time they are incurred. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable.

NEWAYGO FIRE DISTRICT COMMAND BOARD
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2004

Page 3

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED):

D. Bank Deposits and Investments

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

State of Michigan statutes authorize the District to invest in obligations of the United States, certificates of deposit, prime commercial paper, securities guaranteed by United States agencies or instrumentalities, United States government or federal agency obligation repurchase agreements, bankers acceptances, state-approved investment pools, and certain mutual funds.

All investments are stated at cost or amortized cost.

E. Restricted Assets

The District's articles of incorporation require them to maintain and restrict resources for future fixed asset additions.

F. Capital Assets

General capital assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements.

All capital assets are capitalized at cost and updated for additions and retirements during the year. The District does not possess any infrastructure. Improvements are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not. Capital assets are defined by the District as assets with an initial individual cost of more than \$1,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimate historical cost if purchased or constructed. Donated capital assets, if any, are recorded at estimated fair market value at the date of donation.

Property, plant and equipment is depreciated using the straight-line method over the following useful lives:

Building	25 years
Building improvements	15 years
Vehicles	4 to 15 years
Office equipment	5 to 7 years
Other equipment	10 to 15 years

G. Compensated Absences

The District's employees are not granted vacation or sick leave compensation.

NEWAYGO FIRE DISTRICT COMMAND BOARD
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2004

Page 4

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED):

H. Intergovernmental Revenues

For governmental funds, intergovernmental revenues, such as contributions awarded on a non-reimbursement basis, are recorded as receivables and revenues when measurable and available.

I. Reservations of Fund Balance

The District records reservations for portions of fund equity which are legally segregated for specific future use or which do not represent available expendable resources and therefore, are not available for appropriations or expenditure in the governmental fund balance sheet. Unreserved fund balance indicates that portion of fund equity which is available for appropriations in future periods. Fund equity reserves have been established for tentative management plans that are subject to change.

J. Net Assets

Net assets present the difference between assets and liabilities in the statement of net assets. Net assets invested in capital assets are reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvements of those assets. Net assets are reported as restricted when there are legal limitations imposed on their use by District legislation or external restrictions by creditors, grantors, laws or regulations of other governments.

K. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

L. Fire Protection Assessments

All fire protection assessments are shown net of allowance for uncollectibles, if any.

The fire protection assessments are funded by participating municipalities through special assessment levies. Special Assessments are levied on December 1, (July 1 at the City) and are due without penalty on or before February 14 (September 14 at the City). The special assessments attach as an enforceable lien on property as of December 1 (July 1). Uncollected special assessments are turned over by the participating municipalities to Newaygo County for collection. The County advances the municipalities all of these delinquent special assessments. Collection of special assessments on personal property delinquent as of March 1 remain the responsibility of the participating municipalities.

NEWAYGO FIRE DISTRICT COMMAND BOARD
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2004

Page 5

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY:

Budgetary Information

Annual budgets, as required by state statutes, are adopted on a basis consistent with U.S. generally accepted accounting principles for all governmental funds. All annual appropriations lapse at fiscal year end.

The District follows these procedures in establishing the budgetary information provided in the financial statements:

- a. Prior to March 1, the District's Board of Directors reviews a proposed operating budget and submits to the participating municipalities a proposed operating budget for the fiscal year commencing the following July. The operating budget includes proposed expenditures and the means of financing them.
- b. Public hearings are conducted to obtain taxpayer comments.
- c. Prior to June 30, the budget is legally adopted by the participating municipalities.
- d. Supplemental appropriations, when required to provide for additional expenditures, are matched by additional anticipated revenues or an appropriation of available fund balance and must be approved by the District Board. All appropriations lapse at year end.

The appropriated budget is prepared by fund and individual revenue and expenditure line item. The legal level of budgetary control is the individual line item.

NOTE 3 - DEPOSITS:

Michigan Compiled Laws, Section 129.91, authorizes the Board to deposit and invest in the accounts of Federally insured banks, credit unions, and savings and loan associations; bonds, securities and other direct obligations of the United States, or any agency or instrumentality of the United States; United States government or Federal agency obligation repurchase agreements; bankers' acceptance of United States banks; commercial paper rated by two standard rating agencies within the two highest classifications, which mature not more than 270 days after the date of purchase; obligations of the State of Michigan or its political subdivisions which are rated investment grade; and mutual funds composed of investment vehicles which are legal for direct investment by local units of government in Michigan. Financial institutions eligible for deposit of public funds must maintain an office in Michigan.

NEWAYGO FIRE DISTRICT COMMAND BOARD
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2004

Page 6

NOTE 3 - DEPOSITS (CONTINUED):

The Board's deposits are in accordance with statutory authority.

The risk disclosures for the Board's cash deposits as required by GASB Statement 3, are as follows:

<u>Deposits</u>	<u>Carrying Amount</u>	<u>Bank Balance</u>
Insured (FDIC)	\$100,000	\$100,000
Uninsured and uncollateralized	<u>114,355</u>	<u>114,599</u>
Total deposits	<u>\$214,355</u>	<u>\$214,599</u>

NOTE 4 - CAPITAL ASSETS

Capital asset activity for the current fiscal year was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental Activities				
Capital assets not being depreciated				
Land	\$ 19,307	\$ -	\$ -	\$ 19,307
Subtotal	<u>19,307</u>	<u>\$ -</u>	<u>\$ -</u>	<u>19,307</u>
Capital assets being depreciated				
Building	297,974	-	-	297,974
Building improvements	64,930	-	-	64,930
Vehicles	478,215	-	-	478,215
Equipment	33,734	-	-	33,734
Subtotal	<u>874,853</u>	<u>-</u>	<u>-</u>	<u>874,853</u>
Less accumulated depreciation for -				
Building	11,919	11,919	-	23,838
Building improvements	21,644	4,329	-	25,973
Vehicles	214,208	21,937	-	236,145
Equipment	19,395	1,593	-	20,988
Subtotal	<u>267,166</u>	<u>39,778</u>	<u>-</u>	<u>306,944</u>
Net capital assets being depreciated	<u>\$626,994</u>	<u>\$39,778</u>	<u>\$ -</u>	<u>\$587,216</u>
Governmental activities capital total				
Capital assets - net of depreciation	<u>\$626,994</u>	<u>\$37,778</u>	<u>\$ -</u>	<u>\$587,216</u>

NEWAYGO FIRE DISTRICT COMMAND BOARD
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2004

Page 7

NOTE 5 - RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters for which the District carries commercial insurance. Liabilities in excess of insurance are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. There have been no losses in excess of insurance in the prior three years.

NOTE 6 - CHANGE IN ACCOUNTING PRINCIPLE

Effective July 1, 2003 the District implemented several new accounting standards issued by GASB.

Statement No. 33, "Accounting and Financial Reporting for Non-Exchange Transactions," as amended by Statement No. 36, "Recipient Reporting for Certain Shared Non-Exchange Revenues," which establishes standards for recording non-exchange transactions on the modified accrual and accrual basis of accounting.

Statement No. 34, "Basic financial Statements-and Management's Discussion and analysis-for State and Local Governments," as amended by Statement No. 37, "Basic Financial Statements-and Management's Discussion and Analysis-for State and Local Governments Omnibus," which established new financial reporting standards for state and local governments. This statement requires a significant change in the financial reporting model used by local governments, eliminating account groups and utilizing the full accrual basis of accounting and the economic resources measurement focus. Another significant change is the "Management Discussion and Analysis Section," which provides an overall analysis of the financial position and results of operations and conditons that could have a significant effect on the financial position or results of operations.

Statement No. 38, "Certain Financial Statement Note disclosures," which requires certain note disclosures when implementing GASB Statement No. 34. Also implemented was Interpretation No. 6, "Recognition and Measurement of Certain Liabilities and Expenditures," as of July 1, 2003.

NEWAYGO FIRE DISTRICT COMMAND BOARD
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
Year ended June 30, 2004

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance - favorable (unfavorable)</u>
Fund balance - July 1, 2003	\$169,219	\$169,219	\$169,219	\$ -
Resources:				
Fire protection assessments	145,440	145,440	144,994	(446)
Investment income	-	-	3,729	3,729
Federal grant	-	-	54,702	54,702
Other	-	-	505	505
Amount available for appropriation	<u>314,659</u>	<u>314,659</u>	<u>373,149</u>	<u>58,490</u>
Charges to appropriations:				
Public safety -				
Salaries and wages	32,550	32,550	41,103	(8,553)
Payroll taxes	3,000	3,000	2,968	32
Operating supplies	1,000	1,000	139	861
Gasoline	1,500	1,500	2,578	(1,078)
Repairs and maintenance	7,000	7,000	8,635	(1,635)
Office supplies	150	150	506	(356)
Insurance and bonds	13,940	13,940	14,459	(519)
Professional services	3,300	3,300	4,298	(998)
Occupancy expense	10,000	10,000	7,038	2,962
Travel and education	2,000	2,000	300	1,700
Other	3,000	3,000	2,817	183
Supplies	<u>18,000</u>	<u>19,500</u>	<u>76,703</u>	<u>(57,203)</u>
Total charges to appropriations	<u>95,440</u>	<u>96,940</u>	<u>161,544</u>	<u>(64,604)</u>
Budgetary fund balance - June 30, 2004	<u>\$219,219</u>	<u>\$217,719</u>	<u>\$211,605</u>	<u>\$ (6,114)</u>

NEWAYGO FIRE DISTRICT COMMAND BOARD
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2004

NOTE 1 - EXPENDITURES IN EXCESS OF APPROPRIATIONS

The District's budget provided for expenditures to be controlled to the line item level. As detailed below, actual expenditures exceeded the District's approved budget allocations for several line items.

Expenditures were in excess of amounts appropriated in the amended budget for the following line items:

<u>Line item</u>	<u>Amended Budget</u>	<u>Actual</u>	<u>Excess Expenditures</u>
Salaries and wages	\$32,550	\$41,103	\$(8,553)
Gasoline	1,500	2,578	(1,078)
Repairs and maintenance	7,000	8,635	(1,635)
Office supplies	150	506	(356)
Insurance and bonds	13,940	14,459	(519)
Professional services	3,300	4,298	(998)
Supplies	19,500	76,703	(57,203)